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UNITED STATES DISTRICT COURT EASTERN DISTRICT OF NEW YORK

★ SEP 2 6 2016 ★

TAMUNA DAVITASHVILI,

----X BROOKLYN OFFICE

Plaintiff.

NOT FOR PUBLICATION MEMORANDUM & ORDER 15-CV-5575 (CBA) (JO)

-against-

BEACON VAN LINE AND STORAGE, INC., AND VICTOR SABACH,

Defendants.

AMON, United States District Judge:

On September 28, 2015, plaintiff Tamuna Davitashvili filed the instant complaint against defendants Beacon Van Line and Storage, Inc., and its owner, Victor Sabach, bringing claims under the Fair Labor Standards Act, 29 U.S.C. § 201 et seq., and New York Labor Law §§ 196-d, 650, et seq. (D.E. # 1.) The parties then reached a settlement agreement, which requires the approval of either the court or the Department of Labor, see Cheeks v. Freeport Pancake House, Inc., 796 F.3d 199 (2d Cir. 2015). The parties moved for approval of their agreement, (D.E. # 13), and the Court referred that motion to the Honorable James Orenstein, United States Magistrate Judge, for report and recommendation ("R&R"), (D.E. dated Dec. 10, 2015). With Judge Orenstein's guidance, the parties submitted three revised settlement agreements addressing deficiencies in their original agreement. (D.E. # 16, 21, 26.) In his R&R regarding the third proposed settlement, (D.E. # 21), Judge Orenstein found that the settlement agreement without prejudice to renewal. (D.E. # 22.) Specifically, Judge Orenstein noted a number of factors rendering the settlement unreasonable, including high and unsubstantiated attorneys' fees, the lack of explanation for why the proposed \$7,000 settlement represents a fair outcome for the plaintiff,

as well as confidentiality and non-disparagement provisions that contravene the purposes of the

Fair Labor Standards Act. The Court adopted Judge Orenstein's recommendation and denied the

proposed settlement without prejudice to renewal on the basis of a revised agreement that cures

the defects discussed in the R&R. (D.E. #23.) The parties now move for approval of their fourth

proposed settlement agreement, (D.E. # 26), which Judge Orenstein has recommended that this

Court grant.

No party has objected to the R&R, and the time for doing so has passed. When deciding

whether to adopt an R&R, a district court "may accept, reject, or modify, in whole or in part, the

findings or recommendations made by the magistrate judge." 28 U.S.C. § 636(b)(1). To accept

those portions of the R&R to which no timely objection has been made, "a district court need only

satisfy itself that there is no clear error on the face of the record." Jarvis v. N. Am. Globex Fund,

L.P., 823 F. Supp. 2d 161, 163 (E.D.N.Y. 2011) (internal quotation marks omitted).

The Court has reviewed the R&R and the record, including the revised settlement

agreement, and finds no clear error in Judge Orenstein's recommendation. The parties have

resolved the concerns noted in the R&R by removing the problematic confidentiality and

non-disparagement provisions and providing a reasonable explanation for the fairness of the

settlement amount. (D.E. # 26.) They have also cured the issue of attorneys' fees by having

Plaintiff's counsel waive any rights to fees and instead seek only reimbursement for their

documented costs of \$626.16. The Court therefore adopts Judge Orenstein's recommendation that

the motion for approval of the proposed settlement agreement be granted.

SO ORDERED.

Dated: September 26, 2016

Brooklyn, New York

s/Carol Bagley Amon

Carol Bagley Amon

United States District Judge

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